

**CONDENSED INTERIM FINANCIAL INFORMATION
FOR THE HALF YEAR ENDED
31 DECEMBER 2021
(UN-AUDITED)**

**GOC (PAK) LIMITED
SIALKOT**

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Khawar Anwar Khawaja (Chief Executive)
Mr. Khurram Anwar Khawaja (Chairman)
Mr. Muhammad Tahir Butt
Mrs. Nuzhat Khawar Khawaja
Mr. Ameer Khawar Khawaja
Mr. Omer Khawar Khawaja
Dr. Aamir Matin
Syed Zahoor Hassan

AUDIT COMMITTEE

Syed Zahoor Hassan
Mr. Khurram Anwar Khawaja
Mr. Omer Khawar Khawaja

HUMAN RESOURCE AND REMUNERATION COMMITTEE

Syed Zahoor Hassan
Mr. Khawar Anwar Khawaja
Mr. Khurram Anwar Khawaja

CORPORATE SECRETARY / CFO

Arfan Shahzad

HEAD OF INTERNAL AUDIT

Asif Asghar

AUDITORS

HLB Ijaz Tabussum & Company
Chartered Accountants
Office # 1, 3rd Floor, Madina Heights
87-E, Maulana Shaukat Ali Road
Johar Town, Lahore - Pakistan
Phone: 042-35173258 - 35173260
E-mail: matabussum@yahoo.com

REGISTERED OFFICE AND WORKS

Small Industries Estate
Sialkot 4 - Pakistan
Phone: 052-3555338, 3563051-52
Fax: 052- 3551252, 3553609
E-mail: info@gocpak.com
Web: www.gocpak.com

SHARE REGISTRARS

CorpTec Associates (Pvt) Limited
Share Registrar & Corporate Consultants
503 – E, Johar Town, Lahore
Phone: 042-35170336-37
Fax: 042- 35170338

DIRECTORS' REPORT

It gives me great pleasure to present, on behalf of the Board of Directors, the condensed interim financial information (un-audited) for the quarter and half year ended 31 December 2021 together with the review report of the statutory auditors.

The sales for the half year have increased by 26.34% to Rupees 86.772 million as against Rupees 68,679 million for the corresponding period. Company earned gross profit of Rupees 26.766 million as compared to Rupees 18.421 million for the corresponding period. Loss per share was Rupees (0.72) as compared to Rupees (1.38) for the corresponding period. There is decreasing trend in the exports of wooden hockey sticks and other products whereas increasing trend in cricket balls and composite sticks. Local sale of cricket balls has also increased. In future we expect increase in exports of all items.

The share of profit of associated company, Grays Leasing Limited, was recorded at Rupees 0.661 million against loss Rupees (0.004) million for the corresponding period.

The Company has continued to focus on reassessing the changing needs of the markets and investing in product quality and innovation.

Keeping in view the present market situation the directors are satisfied with the results and express their commitment and are confident of further improvements in the business of the company.

The Board places on record its profound gratitude for its valued shareholders and customers, whose cooperation, continued support and patronage have enabled the company to strive for constant improvement. During the period under review, relations between the management and employees remained cordial and we wish to place on record our appreciation for the dedication, perseverance and diligence of the staff and workers of the company.

For and on behalf of the Board



(Khawar Anwar Khawaja)
Chief Executive

Sialkot: 23 February 2022

ڈائریکٹرز رپورٹ

مجھے بورڈ آف ڈائریکٹرز کی جانب سے 31 دسمبر 2021 کو ختم ہونے والی سہ ماہی اور آدھے سال کے غیر آڈٹ شدہ (قانونی آڈیٹرز کے محدود جائزہ لینے کے بعد) اکاؤنٹس پیش کرتے ہوئے خوشی محسوس ہو رہی ہے۔

اس عرصہ کے دوران فروخت پچھلے سال کے مقابلے میں %26.34 اضافے کے بعد 86.772 ملین روپے رہی جو کہ پچھلے سال 68.679 ملین روپے تھی۔ کمپنی کو اس عرصہ کے دوران گراس پرافٹ 26.766 ملین روپے رہا جو کہ مقابلے میں پچھلے اسی عرصہ کے دوران 18.421 ملین روپے تھا۔ فی حصص خسارہ (0.72) روپے فی شیئر رہا جو کہ پچھلے سال انہی چھ ماہ کے دوران (1.38) روپے فی شیئر تھا۔ ان چھ ماہ کے دوران لکڑی کی ہاکی اور دیگر مصنوعات میں کمی جبکہ کمپوزٹ ہاکی اور کرکٹ بال کی فروخت میں بہتری کارچان رہا۔ مزید کرکٹ بال کی اندرون ملک فروخت میں بھی بہتری رہی۔ مستقبل میں ہم تمام مصنوعات کی بیرون ملک فروخت، بہتری کی توقع رکھتے ہیں۔ ایسوسی ایٹ کمپنی کریز لیزنگ کا منافع 0.661 ملین روپے رہا جو کہ مقابلے میں پچھلے سال اسی عرصہ کے دوران (0.004) ملین روپے نقصان تھا۔

کمپنی مصنوعات کے معیار، جدت طرازی اور مارکیٹ کے بدلتے ہوئے رجحانات پر مسلسل نظر رکھے ہوئے ہے۔ مارکیٹ کی موجودہ صورت حال دیکھتے ہوئے ڈائریکٹرز کمپنی کی کارکردگی سے مطمئن ہیں اور کمپنی کے کاروبار میں مزید بہتری کے لیے پرامید ہیں۔ بورڈ اپنے قابل قدر حصص داران اور گاہکان کا تہہ دل سے مشکور ہے جن کے تعاون، مسلسل حمایت اور سرپرستی کی وجہ سے کمپنی مسلسل بہتری کی کوشش کر رہی ہے۔

زیر جائزہ عرصہ کے دوران انتظامیہ اور ملازمین کے تعلقات خوشگوار رہے اور ہم کمپنی کے تمام سٹاف ممبرز اور کارکنان کے لیے ان کی لگن، ہمت اور تہہ دل سے کام کرنے پر شکر گزار ہیں

بجلم بورڈ

سیالکوٹ: 23 فروری 2022

Lawal Ahmad

خاور انور خواجہ

چیف ایگزیکٹو



IJAZ TABUSSUM & CO.
Chartered Accountants

INDEPENDENT AUDITORS' REVIEW REPORT

**TO THE MEMBERS OF GOC (PAK) LIMITED
REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **GOC (PAK) LIMITED** as at December 31, 2021 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows, and notes to the financial statements for the six month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this condensed interim financial information based on our review. The figures of the condensed interim statement of profit or loss and other comprehensive income for the quarters ended December 31, 2021 and 2020 have not been reviewed, and we do not express a conclusion on them as we are required to review only the cumulative figures for the half year ended December 31, 2021.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements as of and for the six month ended December 31, 2021 is not prepared, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the audit resulting in this independent auditor's report is Mrs. Saira mudassar (FCA)


HLB IJAZ TABUSSUM & CO.
Chartered Accountants



Place: Lahore
Date: February 24, 2022
UDIN # AR202110189TQB7GidnK

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CONDENSED INTERIM FINANCIAL INFORMATION

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021

		Un-audited 31 December 2021	Audited 30 June 2021
	Note	Rupees	Rupees
NON-CURRENT ASSETS			
Property, plant and equipment	4	81,096,180	84,152,473
Long term investments	5	23,541,607	23,513,439
Long term deposits		1,185,084	1,185,084
		<u>105,822,871</u>	<u>108,850,996</u>
CURRENT ASSETS			
Stores, spare parts and loose tools		1,853,055	1,163,061
Stock in trade		192,687,949	137,356,988
Trade debts		19,990,144	48,703,013
Advances		19,797,293	14,833,325
Trade deposits and short term prepayments		2,941,311	1,582,883
Other receivables		19,857,024	19,812,677
Cash and bank balances		25,339,964	49,698,350
		<u>282,466,740</u>	<u>273,150,297</u>
CURRENT LIABILITIES			
Trade and other payables		50,539,953	38,908,168
Unclaimed dividend		1,098,348	1,122,307
		<u>51,638,301</u>	<u>40,030,475</u>
NET ASSETS		<u>336,651,310</u>	<u>341,970,818</u>
REPRESENTED BY:			
Share capital and reserves			
Authorized share capital			
10,000,000 (30 June 2021: 10,000,000) ordinary shares of Rupees 10 each		<u>100,000,000</u>	<u>100,000,000</u>
Issued, subscribed and paid up share capital			
7,349,341 (30 June 2021: 7,349,341) ordinary shares of Rupees 10 each		73,493,410	73,493,410
Reserves		<u>263,157,900</u>	<u>268,477,408</u>
Total equity		<u>336,651,310</u>	<u>341,970,818</u>

Contingencies and commitments

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The annexed notes form an integral part of these condensed interim financial statements.



KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE



MUHAMMAD TAHIR BUTT
DIRECTOR



ARFAN SHAHZAD
CFO

GOC (PAK) LIMITED
SIALKOT

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Note	Half Year Ended		Quarter Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	Rupees	Rupees	Rupees	Rupees
SALES	86,772,258	68,678,852	55,896,022	20,444,178
COST OF SALES	7 (60,006,712)	(50,257,833)	(38,096,309)	(18,140,371)
GROSS PROFIT	26,765,546	18,421,019	17,799,713	2,303,807
DISTRIBUTION COST	(7,398,409)	(4,763,907)	(4,519,885)	(2,242,622)
ADMINISTRATIVE EXPENSES	(23,484,682)	(22,993,432)	(12,136,023)	(10,911,685)
OTHER EXPENSES	(304,723)	(231,862)	(239,723)	(11,419)
	(31,187,814)	(27,989,201)	(16,895,631)	(13,165,726)
	(4,422,268)	(9,568,182)	904,082	(10,861,919)
OTHER INCOME	812,643	1,982,685	293,494	884,893
(LOSS) / PROFIT FROM OPERATIONS	(3,609,625)	(7,585,497)	1,197,576	(9,977,026)
FINANCE COST	(358,457)	(580,139)	(144,806)	(96,082)
	(3,968,082)	(8,165,636)	1,052,770	(10,073,108)
SHARE OF PROFIT / (LOSS) OF ASSOCIATE	660,989	(3,540)	156,458	(376,574)
(LOSS) / PROFIT BEFORE TAXATION	(3,307,093)	(8,169,176)	1,209,228	(10,449,682)
TAXATION				
- Current	(1,379,594)	(1,796,403)	(648,450)	(476,689)
- Share of tax of associate	(582,093)	(188,048)	(463,390)	(80,256)
	(1,961,687)	(1,984,451)	(1,111,840)	(556,945)
(LOSS) / PROFIT AFTER TAXATION	(5,268,780)	(10,153,627)	97,388	(11,006,627)
(LOSS) / EARNINGS PER SHARE - BASIC AND DILUTED	(0.72)	(1.38)	0.01	(1.50)

The annexed notes form an integral part of these condensed interim financial statements.


KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE


MUHAMMAD TAHIR BUTT
DIRECTOR


ARFAN SHAHZAD
CFO

CONDENSED INTERIM FINANCIAL INFORMATION

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Half Year Ended		Quarter Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	Rupees	Rupees	Rupees	Rupees
(LOSS) / PROFIT AFTER TAXATION	(5,268,780)	(10,153,627)	97,388	(11,006,627)
OTHER COMPREHENSIVE INCOME / (LOSS)				
Items that will not be reclassified to profit or loss:				
(Deficit) / Surplus arising on remeasurement of investment at fair value through other comprehensive income	(50,728)	37,988	29,013	(13,467)
Items that may be reclassified subsequently to profit or loss	-	-	-	-
Other comprehensive (loss) / income for the period	(50,728)	37,988	29,013	(13,467)
TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD	(5,319,508)	(10,115,639)	126,401	(11,020,094)

The annexed notes form an integral part of these condensed interim financial statements.



KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE



MUHAMMAD TAHIR BUTT
DIRECTOR



ARFAN SHAHZAD
CFO

**GOC (PAK) LIMITED
SIALKOT**

**CONDENSED INTERIM STATEMENT OF CASH FLOWS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

	31 December 2021	31 December 2020
	Rupees	Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(3,307,093)	(8,169,176)
Adjustment for:		
Depreciation on property, plant and equipment	5,424,917	3,986,305
Profit on deposit accounts	(801,093)	(1,953,901)
Dividend income	(11,550)	(11,550)
Share of loss of associated company	(660,989)	3,540
Gain on disposal of property, plant and equipment	-	(17,234)
Finance cost	358,457	580,139
	4,309,742	2,587,299
Net cash generated from / (used in) operating activities before working capital changes	1,002,649	(5,581,877)
Decrease / (increase) in current assets		
Stores, spare parts and loose tools	(689,994)	1,168,501
Stock in trade	(55,330,961)	(11,828,269)
Trade debts	28,712,869	55,511,722
Advances	(4,963,968)	(2,540,493)
Trade deposits and short term prepayments	(1,358,428)	2,942,614
Other receivables	(196,705)	1,940,033
	(33,827,187)	47,194,108
Decrease in current liabilities		
Trade and other payables	11,623,416	(39,681,306)
Cash generated from operations	(21,201,122)	1,930,925
Finance cost paid	(358,457)	(580,139)
Income tax refunded / (paid)	(1,371,225)	1,716,417
Net cash (used in) / generated from operating activities	(22,930,804)	3,067,203
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure on property, plant and equipment	(3,482,285)	(1,352,395)
Proceeds from disposal of property, plant and equipment	1,113,661	89,300
Profit on deposit accounts received	953,451	1,923,158
Dividend income	11,550	11,550
Net cash (used in) / from investing activities	(1,403,623)	671,613
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(23,959)	(7,327,292)
Net cash used in financing activities	(23,959)	(7,327,292)
Net decrease in cash and cash equivalents	(24,358,386)	(3,588,476)
Cash and cash equivalents at the beginning of the period	49,698,350	47,819,533
Cash and cash equivalents at the end of the period	25,339,964	44,231,057

The annexed notes form an integral part of these condensed interim financial statements.



KHAWAR ANWAR KHAWAJA
CHIEF EXECUTIVE



MUHAMMAD TAHIR BUTT
DIRECTOR



ARFAN SHAHZAD
CFO

CONDENSED INTERIM FINANCIAL INFORMATION


CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (Un-audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	RESERVES										TOTAL EQUITY
	SHARE CAPITAL		CAPITAL			REVENUE			TOTAL RESERVES		
	Rupees	Rupees	Fair value reserve FVTOCI Investment	Sub total	General reserve	Unappropriated Profit	Sub total	Rupees	Rupees	Rupees	
Balance as at 30 June 2020 (Audited)	73,493,410	1,000,000	309,847	1,309,847	104,455,492	164,249,797	268,705,289	270,015,136	343,308,546		
Transaction with owners - Final dividend for the year ended 30 June 2020 @ Rupee 1.00 per share	-	-	-	-	-	(7,349,341)	(7,349,341)	(7,349,341)	(7,349,341)		
Loss for the period ended 31 December 2020	-	-	-	-	-	(10,153,627)	(10,153,627)	(10,153,627)	(10,153,627)		
Other comprehensive income for the period ended 31 December 2020	-	-	37,988	37,988	-	-	-	-	37,988	37,988	
Total comprehensive income / (loss) for the period ended 31 December 2020	-	-	37,988	37,988	-	(10,153,627)	(10,153,627)	(10,153,627)	(10,115,639)	(10,115,639)	
Balance as at 31 December 2020 (Un-audited)	73,493,410	1,000,000	347,835	1,347,835	104,455,492	146,746,829	251,202,321	252,550,156	326,043,566		
Balance as at 30 June 2021 (Audited)	73,493,410	1,000,000	396,345	1,396,345	104,455,492	162,625,571	267,081,063	268,477,408	341,970,818		
Loss for the period ended 31 December 2021	-	-	-	-	-	-	-	-	-	-	
Other comprehensive loss for the period ended 31 December 2021	-	-	(50,728)	(50,728)	-	(5,268,780)	(5,268,780)	(5,268,780)	(5,268,780)	(5,268,780)	
Total comprehensive loss for the period ended 31 December 2021	-	-	(50,728)	(50,728)	-	(5,268,780)	(5,268,780)	(5,268,780)	(5,319,508)	(5,319,508)	
Balance as at 31 December 2021 (Un-audited)	73,493,410	1,000,000	345,617	1,345,617	104,455,492	167,356,791	261,812,283	263,157,900	336,851,310		

The annexed notes form an integral part of these condensed interim financial statements.


KHAWAR ANWAR KHAWAJA
 CHIEF EXECUTIVE


MUHAMMAD TAHIR BUTT
 DIRECTOR


ARFAN SHAHZAD
 CFO

**SELECTED NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

1. THE COMPANY AND ITS OPERATIONS

GOC (Pak) Limited was incorporated in Pakistan on 02 June 1964 as a private Company limited by shares under the Companies Act, 1913 (Now Companies Act, 2017) and converted into a public limited Company on 17 April 1986. The Company's shares are quoted on Pakistan Stock Exchange Limited. The registered office of the Company is situated at Small Industries Estate, Sialkot. The Company is engaged in manufacturing and sale of hockey sticks, cricket ball and other quality sports goods.

2. BASIS OF PREPARATION

- 2.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standard as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where the provisions of and directives issued under the Companies Act, 2017 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017 have been followed.

- 2.2 These condensed interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual audited financial statements of the Company for the year ended 30 June 2021. These condensed interim financial statements are un-audited, however, have been subjected to limited scope review by the auditors and are being submitted to the shareholders as required by the Listed Companies (Code of Corporate Governance) Regulations, 2019 and Section 237 of the Companies Act, 2017.

3. ACCOUNTING POLICIES

The accounting policies and methods of computations adopted for the preparation of these condensed interim financial statements are the same as applied in the preparation of the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.

3.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

During preparation of these condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.

CONDENSED INTERIM FINANCIAL INFORMATION

	Un-audited 31 December 2021	Audited 30 June 2021
4. PROPERTY, PLANT AND EQUIPMENT	Rupees	Rupees
Operating fixed assets (Note 4.1)	80,172,241	83,549,844
Capital work-in-progress (Note 4.2)	923,939	602,629
	<u>81,096,180</u>	<u>84,152,473</u>
4.1 Operating fixed assets		
Opening book value	83,549,844	60,243,609
Add: Cost of additions during the period / year (Note 4.1.1)	3,160,975	32,074,118
Less: Book value of deletions during the period / year (Note 4.1.2)	(1,113,661)	(182,088)
Less: Depreciation charge for the period / year	(5,424,917)	(8,585,795)
Closing book value	<u>80,172,241</u>	<u>83,549,844</u>
4.1.1 Cost of additions during the period / year		
Factory building on freehold land	-	21,669,686
Plant and machinery	265,000	335,000
Electric installations	53,000	42,500
Vehicles	2,742,375	9,558,982
Computers	100,600	467,950
Security arms	-	-
	<u>3,160,975</u>	<u>32,074,118</u>
4.1.2 Book value of deletions during the period / year		
Electric Installations	-	5,184
Computers	-	4,591
Office equipment	-	61,849
Vehicle	1,113,661	110,464
	<u>1,113,661</u>	<u>182,088</u>
4.2 Capital work-in-progress		
Building	923,939	602,629
	<u>923,939</u>	<u>602,629</u>

**GOC (PAK) LIMITED
SIALKOT**

	Un-audited 31 December 2021	Audited 30 June 2021
	Rupees	Rupees
5. LONG TERM INVESTMENTS		
Under equity method (Note 5.1)	23,185,775	23,106,879
Fair value through other comprehensive income (FVTOCI) (Note 5.2)	355,832	406,560
	23,541,607	23,513,439
5.1 Under equity method		
Grays Leasing Limited - associated company 7,999,999 (30 June 2021: 7,999,999) ordinary shares of Rupees 10 each equity held 37.21% (30 June 2021: 37.21%)		
Share in net assets at the beginning of the period / year	23,106,879	23,718,748
Add: Share in (loss) / profit before taxation for the period / year	660,989	1,665,948
Share in taxation for the period / year	(582,093)	(2,278,527)
Share in other comprehensive income / (loss) for the period / year	-	710
	78,896	(611,869)
Share in net assets at the end of the period / year	23,185,775	23,106,879
5.1.1 Grays Leasing Limited is a public limited company incorporated in Pakistan under the repealed Companies Ordinance, 1984 (Now Companies Act, 2017) on 31 August 1995. Its shares are listed on Pakistan Stock Exchange Limited. It is engaged in leasing business. The quoted fair value of investment of the Company in Grays Leasing Limited as on 31 December 2021 is Rupees 31,999,996 (30 June 2021: Rupees 37,679,995).		
5.2 Fair value through other comprehensive income (FVTOCI)		
Sitara Chemical Industries Limited		
1,155 (30 June 2021: 1,155) shares of Rupees 10 each	10,215	10,215
Add : Fair value adjustment (Note 5.2.1)	345,617	396,345
	355,832	406,560
5.2.1 Fair value adjustment		
Opening balance	396,345	309,847
Less: Surplus / (Deficit) arising on remeasurement	(50,728)	86,498
	345,617	396,345
6 CONTINGENCIES AND COMMITMENTS		
Commitments	Nil	Nil
Contingencies:		
Post dated cheques issued to Custom authorities amounting to Rupees 56.121 million (30 June 2021: Rupees 42.876 million).		

CONDENSED INTERIM FINANCIAL INFORMATION

7. COST OF SALES

	Un-audited			
	Half Year Ended		Quarter Ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	Rupees	Rupees	Rupees	Rupees
Raw material consumed	38,632,512	26,599,798	26,755,071	15,658,605
Processing charges	4,159,220	2,532,660	2,322,580	2,057,380
Salaries, wages and other benefits	30,094,044	25,215,947	17,017,297	14,407,262
Stores, spare parts and loose tools consumed	764,894	456,002	440,737	183,993
Repair and maintenance	3,469,881	834,727	2,838,880	448,173
Fuel and power	2,961,568	2,407,249	1,636,093	1,209,774
Vehicles running	374,622	204,673	223,747	108,842
Insurance	497,851	405,918	237,642	205,131
Other factory overheads	131,317	165,023	20,320	33,785
Depreciation	2,598,713	1,599,235	1,506,851	981,091
	83,684,622	60,421,232	52,999,218	35,294,036
Work-in-process				
Opening stock	41,909,867	79,555,687	45,553,848	75,412,600
Closing stock	(86,145,568)	(71,217,591)	(86,145,568)	(71,217,591)
	(44,235,701)	8,338,096	(40,591,720)	4,195,009
Cost of goods manufactured	39,448,921	68,759,328	12,407,498	39,489,045
Finished goods				
Opening stock	63,577,985	28,442,975	68,709,005	25,595,796
Closing stock	(43,020,194)	(46,944,470)	(43,020,194)	(46,944,470)
	20,557,791	(18,501,495)	25,688,811	(21,348,674)
	60,006,712	50,257,833	38,096,309	18,140,371

8. RECOGNIZED FAIR VALUE MEASUREMENTS - FINANCIAL INSTRUMENTS

(i) Fair value hierarchy

Judgements and estimates are made in determining the fair values of the financial instruments that are recognised and measured at fair value in these condensed interim financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the following three levels. An explanation of each level follows underneath the table.

Recurring fair value measurements At 31 December 2021	Level 1	Level 2	Level 3	Total
Rupees.....			

Financial assets

Investment at fair value through other comprehensive income	355,832	-	-	355,832
Total financial assets	355,832	-	-	355,832

Recurring fair value measurements At 30 June 2021	Level 1	Level 2	Level 3	Total
Rupees.....			

Financial assets

Investment at fair value through other comprehensive income	406,560	-	-	406,560
Total financial assets	406,560	-	-	406,560

The above table does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amounts are a reasonable approximation of fair value. Due to short term nature, carrying amounts of certain financial assets and financial liabilities are considered to be the same as their fair value. For the majority of the non-current receivables, the fair values are also not significantly different to their carrying amounts.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the period. Further, there was no transfer in and out of level 3 measurements.

The Company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and trading and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

CONDENSED INTERIM FINANCIAL INFORMATION

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

(ii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include the use of quoted market prices.

9. TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated companies, key management personnel and staff retirement fund. Detail of transactions with the related parties is as follows:

	Un-audited	
	Half Year Ended	
	31 December 2021	31 December 2020
	(Rupees in million)	
Associates		
Sale of goods	-	0.182
Processing charges	4,159	2,533
Purchase of goods	0.085	0.022
Others		
Remuneration of key management personnel	7,020	7,052
Contribution to provident fund trust	0.886	0.761

10. FINANCIAL RISK MANAGEMENT

The Company's financial risk management objectives and policies are consistent with those disclosed in the preceding audited annual published financial statements of the Company for the year ended 30 June 2021.

11. DATE OF AUTHORIZATION

This condensed interim financial information was approved by the Board of Directors and authorized for issue on 23 February 2022.

12. CORRESPONDING FIGURES

In order to comply with the requirements of International Accounting Standard (IAS) 34 "Interim Financial Reporting", the condensed interim statement of financial position and condensed interim statement of changes in equity have been compared with the balances of annual audited financial statements of preceding financial year, whereas, the condensed interim statement of profit or loss, condensed interim statement of comprehensive income and condensed interim statement of cash flows have been compared with the balances of comparable period of immediately preceding financial year.

Corresponding figures have been re-arranged, wherever necessary, for the purpose of comparison. However, no significant re-arrangements have been made.

13. GENERAL

Figures have been rounded off to the nearest of Rupee unless otherwise stated.



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